Canyon Fuel Company, LLC

4007/039 Incoming

Dugout Canyon Mine P.O. Box 1029 Wellington, Utah 84542

January 13, 2010

Coal Regulatory Program Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114-5801

RE:

2010 Midterm Permit Review Deficiencies, Task ID #3660

Dugout Canyon Mine, Canyon Fuel Company, LLC, C/007/039, Carbon County, Utah

Dear Sirs:

Attached please find four copies of revisions to the M&RP associated with the Midterm Review.

R645-301-121.100 - The statement "topsoil at the Pace Canyon was temporarily stockpiled above the portal and along the channel diversion area for immediate replacement" has been revised to more clearly reference reclamation activities.

R645-301-830.140 - The reclamation bonding costs have been revised to reflect costs from the 2011 Means catalog where possible. In addition the following areas have been revised.

The revegetation costs reflect the actual surveyed (Ware Surveying) disturbed acreage for each site rather than the permitted acreage.

Local contractor rates have been used for equipment rental, foreman/4X4, non-coal waste haulage and concrete.

Costs for salvage have been included for containers, tanks, fans, portal plates and other steel.

Reinforced silt fence has replaced silt fence and chicken wire previously listed in the bond.

The escalation factor calculated by Paul Baker of 0.005 for 2009 has been used for this bond, if there is a revised factor for 2010, the total can be revised to reflect the 2010 escalation factor.

A copy of this submittal has been delivered to the Price field office.

Thank you for your assistance and if you have any questions please call me at (435) 636-2869.

Sincerely yours,

Vicky S! Miller

Dave Spillman

I-Miller

Confidential

Expandable or additional information RECEIVED

JAN 18 2011

DIV. OF OIL, GAS & MINING

CC:

APPLICATION FOR COAL PERMIT PROCESSING

Permit Change New Permit Renewal Exploration Bond Release Transfer							
Permittee: Canyon Fuel Company, LLC							
Mine: Dugout Canyon Mine		t Number: <u>C/007/039</u>					
Title: 2010 Midterm Permit Review Deficiencies, Task ID # 3660							
Description , Include reason for application and timing required to implement:							
Instructions: If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.							
Yes ⋈ No Yes ⋈ No Is the application submitted as a result of a Division On Yes ⋈ No One of the application include operations outside a previous of the previous of the application include operations outside a previous of the previous of the application include operations outside a previous of the application include operations outside a previous of the application include operations in hydrologic to the previous of the application require or include public notice previous of the application require or include ownership, con to the previous of the application require or include ownership, con to the previous of the application submitted as a result of a Violation? Yes ⋈ No Yes ⋈ No Is the application submitted as a result of other laws or the application affect the surface landowner or closure of the previous of the previous of the application require or include underground decorated or the previous of the application require or include underground decorated or the previous of the application require or include underground decorated or the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include collection and the previous of the application require or include	rder? DO# iously identified Cum basins other than as consistence of insurable cation? ublication? utrol, right-of-entry, of cemetery or 300 feet NOV # r regulations or policitations or mining esign or mine sequent	aulative Hydrologic Impact Area? urrently approved? ance or reclamation bond? r compliance information? of an occupied dwelling? es? g land use? ce and timing? (Modification of R2P2)					
Yes No 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area? Yes No 15. Does the application require or include soil removal, storage or placement? Yes No 16. Does the application require or include vegetation monitoring, removal or revegetation activities? Yes No 17. Does the application require or include construction, modification, or removal of surface facilities? Yes No 18. Does the application require or include water monitoring, sediment or drainage control measures? Yes No 19. Does the application require or include certified designs, maps or calculation? Yes No 20. Does the application require or include subsidence control or monitoring? Yes No 21. Have reclamation costs for bonding been provided? Yes No 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream? Yes No 23. Does the application affect permits issued by other agencies or permits issued to other entities?							
Please attach four (4) review copies of the application. If the mine is on or adjacent to Forest Service land please submit five (5) copies, thank you. (These numbers include a copy for the Price Field Office)							
I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein. Print Name Sign Name, Position, Date VICKY SUE MILLER NOTATY PUBLIC STATE OF UTAH 1778 KENLWORTH RD. HELPER, UTAH 84526 COMM. EXP. 01-02-2012							
For Office Use Only:	Assigned Tracking Number:	Received by Oil, Gas & Mining					
		RECEIVED					
		JAN 18 2011					
		DIV. OF OIL, GAS & MINING					

APPLICATION FOR COAL PERMIT PROCESSING Detailed Schedule Of Changes to the Mining And Reclamation Plan

Permit		Fuel Compan	*					
Mine:	Dugout Cany			it Number:	C/007/039			
Title:	2010 Midtern	n Permit Revi	ew Deficiencies, Task ID # 3660					
Provide a detailed listing of all changes to the Mining and Reclamation Plan, which is required as a result of this proposed permit application. Individually list all maps and drawings that are added, replaced, or removed from the plan. Include changes to the table of contents, section of the plan, or other information as needed to specifically locate, identify and revise the existing Mining and Reclamation Plan. Include page, section and drawing number as part of the description.								
	<u> </u>		DESCRIPTION OF MAP, TEXT, OR MATERI	AL TO BE C	HANGED			
Add	Replace	Remove	Chapter 2, Pages 2-42					
Add	Replace	Remove	Chapter 5, Appendix 5-6					
Add	Replace	Remove						
Add	Replace	Remove						
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Any other specific or special instruction required for insertion of this proposal into the Mining and Reclamation Plan.			Received h	oy Oil, Gas & Mining				
11/13/11 - The deficiences addressed in the submitall are for the M&RP, Chapters 2 and 5.				J	AN 18 2011			
				DIV. OF	OIL, GAS & MINING			